

## Message Text

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ORIGIN EUR-25

INFO OCT-01 ISO-00 L-03 H-03 SS-20 NSC-10 PRS-01 ABF-01

STR-08 AID-20 CIAE-00 COME-00 EB-11 FRB-02 INR-10

NSAE-00 RSC-01 TRSE-00 XMB-07 OPIC-12 SPC-03 CIEP-02

OMB-01 FCSC-01 INRE-00 NSCE-00 SSO-00 /142 R

DRAFTED BY EUR/EE:EHURWITZ:GB

APPROVED BY EUR/EE:RBHOUSTON,JR.

L/C:FKWIATEK

EB/IFD/OMA:JKRIZAY

TREASURY:OFAC:MRS. MOODY

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O 102037Z JAN 74 ZFF4

FM SECSTATE WASHDC

TO AMEMBASSY PRAGUE NIACT IMMEDIATE

C O N F I D E N T I A L STATE 005471

E.O.11652: GDS

TAGS: PFOR, EFIN, CZ L/C

SUBJECT: FINANCIAL NEGOTIATIONS

REFS: (A) PRAGUE 39

(B) PRAGUE 2847

(C) STATE 204717, OCT. 16, 1973

1. CZECHOSLOVAK ASSETS CONTINUE TO BE BLOCKED UNDER TERMS OF EXECUTIVE ORDER 8389 (JUNE 14, 1941) AS AMENDED AND TREASURY FOREIGN FUNDS CONTROL REGULATIONS (31 CFR 520.101). THERE ARE NO OTHER USG RESTRICTIONS WHICH WOULD PREVENT TRANSFER OF ASSETS TO CZECHOSLOVAK OWNERS.

2. TREASURY DOES NOT KNOW CURRENT VALUE OF ASSETS, LAST CENSUS OF WHICH WAS TAKEN IN 1950. TREASURY ESTIMATES THAT CURRENT VALUE IS SOMEWHAT LESS THAN \$1 MILLION.

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3. ONCE FINANCIAL AGREEMENT IS SIGNED AND ASSETS RELEASED,

UCH ASSETS WOULD NOT BE SUBJECT TO LAWSUIT FOR SETTLEMENT OF CLAIMS COVERED BY AGREEMENT. IT WOULD BE LEGALLY POSSIBLE, HOWEVER, TO ATTACH ASSETS IN CONNECTION WITH SUITS NOT RELATED TO FINANCIAL AGREEMENT. LIKELIHOOD OF SUCH SUITS BELIEVED REMOTE SINCE NO SUCH CASES ARE KNOWN TO EXIST.

4. WE WOULD BE OPPOSED TO USING ASSETS AS PAYMENT ON LUMP SUM SETTLEMENT AS SUGGESTED BY ZANTOVSKY.

5. WITH RESPECT TO EXCHANGING DRAFT TEXT PORTIONS, WE CONTINUE TO BELIEVE THAT THIS WOULD SERVE NO USEFUL PURPOSE AT THIS TIME (REF C). KISSINGER

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## Message Attributes

**Automatic Decaptioning:** X  
**Capture Date:** 01 JAN 1994  
**Channel Indicators:** n/a  
**Current Classification:** UNCLASSIFIED  
**Concepts:** AGREEMENT DRAFT, BLOCKED ASSETS, DEBT REPAYMENTS  
**Control Number:** n/a  
**Copy:** SINGLE  
**Draft Date:** 10 JAN 1974  
**Decaption Date:** 01 JAN 1960  
**Decaption Note:**  
**Disposition Action:** RELEASED  
**Disposition Approved on Date:**  
**Disposition Authority:** boyleja  
**Disposition Case Number:** n/a  
**Disposition Comment:** 25 YEAR REVIEW  
**Disposition Date:** 28 MAY 2004  
**Disposition Event:**  
**Disposition History:** n/a  
**Disposition Reason:**  
**Disposition Remarks:**  
**Document Number:** 1974STATE005471  
**Document Source:** CORE  
**Document Unique ID:** 00  
**Drafter:** EHURWITZ:GB  
**Enclosure:** n/a  
**Executive Order:** GS  
**Errors:** N/A  
**Film Number:** n/a  
**From:** STATE  
**Handling Restrictions:** n/a  
**Image Path:**  
**ISecure:** 1  
**Legacy Key:** link1974/newtext/t19740150/aaaabuzm.tel  
**Line Count:** 76  
**Locator:** TEXT ON-LINE  
**Office:** ORIGIN EUR  
**Original Classification:** CONFIDENTIAL  
**Original Handling Restrictions:** n/a  
**Original Previous Classification:** n/a  
**Original Previous Handling Restrictions:** n/a  
**Page Count:** 2  
**Previous Channel Indicators:**  
**Previous Classification:** CONFIDENTIAL  
**Previous Handling Restrictions:** n/a  
**Reference:** (A) PRAGUE 39  
**Review Action:** RELEASED, APPROVED  
**Review Authority:** boyleja  
**Review Comment:** n/a  
**Review Content Flags:**  
**Review Date:** 16 APR 2002  
**Review Event:**  
**Review Exemptions:** n/a  
**Review History:** RELEASED <16 APR 2002 by ifshinsr>; APPROVED <23-Sep-2002 by boyleja>  
**Review Markings:**

Declassified/Released  
US Department of State  
EO Systematic Review  
30 JUN 2005

**Review Media Identifier:**  
**Review Referrals:** n/a  
**Review Release Date:** n/a  
**Review Release Event:** n/a  
**Review Transfer Date:**  
**Review Withdrawn Fields:** n/a  
**Secure:** OPEN  
**Status:** NATIVE  
**Subject:** FINANCIAL NEGOTIATIONS  
**TAGS:** PFOR, EFIN, CZ, US  
**To:** PRAGUE  
**Type:** TE  
**Markings:** Declassified/Released US Department of State EO Systematic Review 30 JUN 2005